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DD/S&T-1988/69

HEMORANDUM FOR: Deputy Director of Logistics

SUBJECT

: Administration of Government

Furnished Property to Contractors

REFERENCE

: Office of Logistics Study, OL 92792,

Dated 23 April 1969

In accordance with your request we have reviewed the subject study. In general we concur with the recommendations, paragraph VII, pages 4, 5 and 6. We do have the following recommendations, however:

- a. We believe that Appendix B of the Armed Services Procurement Regulations should be used with some degree of caution. It does serve as an excellent base but it is primarily concerned with DOD procedures and applications. We believe the fundamental principles of Appendix B are applicable but we suggest that careful consideration be given to details of reporting and procedural requirements to insure that they are applicable and consistent with Agency needs.
- b. The question of the cost of GFP and the ability of the teams to transfer the property to a GFP "pool" may present the teams with some internal Directorate problems. However, the adoption of the "pool" concept is a good one and worth attempting.
- c. We ask that the reporting dates of the semi-annual reports be given much consideration. We believe the requirement for two reports during the year should be investigated to determine the



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SUBJECT: Administration of Government Furnished Property to Contractors

source of this requirement and whether, in fact, two reports are necessary. In any event, it is atrongly urged that a report not be required on 30 June in view of the practical impossibility of devoting time to the report during the peak work load of the procurement teams. A reporting as of 30 September or 31 October would be much more in keeping with the ability of the teams to be responsive. Further, such reporting dates, we believe, would make the reports more meaningful in the light of the additional time and attention available to the teams during the September or October time period.

Contracting Officer
Directorate of
Science and Technology

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